

**NOTES TO THE FINANCIAL STATEMENTS****NOTE 19: FUND EQUITY RECLASSIFICATIONS AND RESTATEMENTS**

The following table reconciles the beginning fund equity as previously reported to the beginning fund equity as restated (dollars in thousands). The adjustments in the “GASB 34/35 Implementation” column are due to the State’s adoption of GASB Statement Nos. 34 and 35 and Interpretation No. 6 as discussed in Note 18, Accounting Changes. The amounts in the “Other Adjustments” column are due primarily to the correction of errors related to prior periods.

<u><b>Primary Government</b></u>	July 1, 2001 Fund Equity As Previously Reported	GASB 34/35 Implementation	Other Adjustments	July 1, 2001 Fund Equity as Restated
<b>Major Governmental Funds:</b>				
General Fund .....	\$ (32,433)	\$ 17,062	\$ (12,715)	\$ (28,086)
Highway Fund .....	394,338	1,716	—	396,054
Highway Trust Fund .....	700,553	—	—	700,553
<b>Other Governmental Funds:</b>				
Special Revenue Funds .....	1,488,843	854,895	(1,207)	2,342,531
Capital Projects Funds .....	137,419	132	(792)	136,759
Permanent Funds .....	—	47,592	—	47,592
Total Governmental Funds .....	<u>2,688,720</u>	<u>921,397</u>	<u>(14,714)</u>	<u>3,595,403</u>
Internal Service Funds .....	508,605	(276,235)	(22,522)	209,848
<b>Government-wide adjustments:</b>				
Capital assets .....	—	20,776,812	—	20,776,812
Unavailable deferred revenues .....	—	193,166	—	193,166
Long-term debt .....	—	(3,279,242)	—	(3,279,242)
Other liabilities .....	—	(41,859)	—	(41,859)
Other .....	—	—	(1,016)	(1,016)
Total Government-wide adjustments .....	<u>—</u>	<u>17,648,877</u>	<u>(1,016)</u>	<u>17,647,861</u>
Total Governmental Activities .....	<u>\$ 3,197,325</u>	<u>\$ 18,294,039</u>	<u>\$ (38,252)</u>	<u>\$ 21,453,112</u>
<b>Business-type Activities - Enterprise Funds:</b>				
Unemployment Compensation Fund .....	\$ —	\$ 1,308,314	\$ —	\$ 1,308,314
Other enterprise funds .....	91,333	(3,491)	(589)	87,253
Total Business-type Activities - Enterprise Funds .....	<u>\$ 91,333</u>	<u>\$ 1,304,823</u>	<u>\$ (589)</u>	<u>\$ 1,395,567</u>
<b>Fiduciary Funds</b>				
Pension Trust Funds .....	\$ 59,130,838	\$ 633,394	\$ 82,612	\$ 59,846,844
Investment Trust Funds .....	497,149	—	—	497,149
Private Purpose Trust Funds .....	—	700,680	—	700,680
Total Fiduciary Funds .....	<u>\$ 59,627,987</u>	<u>\$ 1,334,074</u>	<u>\$ 82,612</u>	<u>\$ 61,044,673</u>
<b>Funds Eliminated by GASB 34:</b>				
Expendable Trust Funds .....	\$ 2,285,985	\$ (2,285,985)	\$ —	\$ —
Nonexpendable Trust Funds .....	561,236	(561,236)	—	—
<b>Component Units</b>				
Golden LEAF Foundation .....	\$ 167,100	\$ 34	\$ —	\$ 167,134
University of North Carolina System .....	8,056,470	(2,434,030)	(12,179)	5,610,261
Community Colleges .....	1,645,886	(497,437)	(10,375)	1,138,074
NC Housing Finance Agency .....	177,321	46,307	—	223,628
State Education Assistance Authority .....	497,124	—	—	497,124
Other component units .....	167,444	195,452	(157,122)	205,774
<b>Total Component Units .....</b>	<b><u>\$ 10,711,345</u></b>	<b><u>\$ (2,689,674)</u></b>	<b><u>\$ (179,676)</u></b>	<b><u>\$ 7,841,995</u></b>